

Message Text

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TO AMEMBASSY MANILA

UNCLAS STATE 188253

FOLLOWING REPEAT BONN 13071 ACTION SECSTATE USICA WASHDC
DEPARTMENT TREASURY BRUSSELS LONDON OTTAWA PARIS ROME TOKYO
JUL 17.

QUOTE: UNCLAS BONN 13071

USICA

STATE PASS WHITE HOUSE FOR PRESS OFFICE

BRUSSELS ALSO FOR USEEC, PARIS ALSO FOR USOECD

E.O. 11652: N/A

SUBJECT: STATEMENTS OF HEADS OF GOVERNMENT AT
CONCLUSION OF ECONOMIC SUMMIT CONFERENCE,
BONN STADT THEATER

1. FOLLOWING ARE THE STATEMENTS OF HEADS OF GOVERNMENT
AT THE CONCLUSION OF THE ECONOMIC SUMMIT CONFERENCE
HELD IN BONN, JULY 16-17, 1978:

BEGIN TEXT

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CHANCELLOR HELMUT SCHMIDT (GERMANY): LADIES AND
GENTLEMEN, AS HOST TO THIS CONFERENCE, I WOULD LIKE
FIRST OF ALL TO SAY TO THE PARTICIPATING HEADS OF
STATE AND GOVERNMENT, THEIR MINISTERS AND THEIR
COLLEAGUES, HOW MUCH WE APPRECIATE THE SPIRIT OF
COLLABORATION THAT HAS OBTAINED THROUGHOUT OUR
MEETING. IT WAS A VERY OPEN ATMOSPHERE AND THERE
WAS A CLEAR READINESS TO ARRIVE AT COMPROMISES.

I THINK THAT ALL OF US CAN STATE, NOT JUST VIS-A-VIS

OUR OWN COUNTRIES, BUT ALSO THE WORLD AS A WHOLE, I THINK WE CAN SAY HOW VERY SATISFIED WE ARE WITH OUR RESULTS. AND I CAN TELL YOU, LADIES AND GENTLEMEN, THAT AT THE PRESENT TIME THE TEXT OF THE DECLARATION IS NOT YET READY AND WE CANNOT YET HAND IT OVER TO YOU BECAUSE WE HAVE BEEN PUTTING THE FINISHING TOUCHES ON IT. IT IS CURRENTLY BEING PRODUCED AND IT WILL BE READY WHEN YOU LADIES AND GENTLEMEN OF THE PRESS AND MEDIA RETURN TO YOUR OFFICES.

I HAVE ALWAYS BEEN OF THE OPINION THAT ONE OF THE MAIN VALUES OF SUCH MEETINGS IS THAT IT PROVIDES AN OPPORTUNITY OF DIRECT AND INTENSIVE EXCHANGE OF OPINIONS AND VIEW. OVER AND ABOVE THAT, THIS TIME IT HAS BEEN POSSIBLE--AND FOR THAT I AM GRATEFUL--FOR ALL THE PARTICIPATING HEADS OF STATE AND GOVERNMENT TO MAKE SUBSTANTIAL CONTRIBUTIONS IN TERMS OF HOW THEY CAN CONTRIBUTE AND INDEED HAVE COMMITTED THEMSELVES TO SOLVING SOME OF THE PROBLEMS BEFORE US.

NOW, AS ALWAYS, THIS IS NOT EASY. SOME OF US HAVE UNCLASSIFIED

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SOMETIMES HAD TO SIDESTEP OUR DIFFICULTIES IN ORDER TO ARRIVE AT A CONCLUSION. INDEED, THIS IS ALSO TRUE OF MY OWN COUNTRY.

THE STATES REPRESENTED HERE ARE DEMOCRATIC STATES, AND THUS THIS MEANS THAT THEY HAVE TO OBTAIN PARLIAMENTARY MAJORITIES FOR THE DECISIONS THAT HAVE BEEN ARRIVED AT HERE IN BONN. AND I WOULD ALSO LIKE TO SAY THAT WE PREPARED OURSELVES VERY CAREFULLY AT THE BREMEN MEETING TEN DAYS AGO, AS FAR AS THE COMMUNITY COUNTRIES ARE CONCERNED, AND HERE IN BONN, WE HAVE ALWAYS BORNE IN MIND THE INTERESTS OF THE COMMUNITY COUNTRIES AND WE ARE MOST GRATEFUL TO THE PRESIDENT OF THE COMMISSION FOR HIS CONTRIBUTIONS HERE IN BONN.

THIS MEETING WAS A CONTINUATION OF THE PREVIOUS MEETINGS, RAMBOUILLET, PUERTO RICO, LONDON. WE HAVE BEEN ABLE TO FOLLOW ON FROM THE ACHIEVEMENTS OF THOSE MEETINGS, AND WE HAVE CONTINUED TO WORK IN THE SAME SPIRIT OF FRIENDLY COOPERATION.

WE HAVE ARRIVED AT DECISIONS WITH REGARD TO STRENGTHENING DEMAND IN SOME COUNTRIES TO COMBAT INFLATION. WE HAVE BORNE THESE CONSIDERATIONS IN MIND, AS WELL AS THE NEED TO ARRIVE AT ENERGY ECONOMIES, TO STABILIZE TRADE AND TO STABILIZE MONETARY ACTIVITIES AND ALSO TO COMBAT PROTECTIONISM.

WE ALL REALIZE THAT PROTECTIONISM IS AN ATTEMPT TO
TACKLE THE PROBLEMS OF YESTERDAY AND TODAY, BUT
CANNOT BE SEEN AS A MEANS OF COMBATING THE PROBLEMS
OF TOMORROW AND THE NEXT DAY.

NOW, I WOULD JUST LIKE TO SAY A FEW SENTENCES AS
LEADER OF THE GERMAN DELEGATION. YOU KNOW THAT I
HAVE STATED FOR THE FEDERAL REPUBLIC OF
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GERMANY THAT WE WERE READY TO ENGAGE IN A JOINT
OPERATION OF THE INDUSTRIAL NATIONS IF ALL THE OTHER
PARTICIPANTS WERE READY TO DO THE SAME, AND IF A
PACKAGE WERE TO EMERGE THAT TACKLED THE ROOT OF
OUR PROBLEMS.

BOTH THESE CONDITIONS HAVE BEEN MET AND THAT IS
WHY THE GERMAN DELEGATION HAS STATED ON BEHALF OF
THE GERMAN DELEGATION THAT IT IS PREPARED TO MAKE
A SUBSTANTIAL CONTRIBUTION TO STIMULATING DEMAND. AS
FAR AS THE PACKAGE AS A WHOLE IS CONCERNED, IMPORTANT
FEATURES WERE THE AGREEMENT OF THE PRESIDENT OF THE
UNITED STATES OF AMERICA TO TAKE MEASURES TO SAVE
ENERGY, IN PARTICULAR, OIL; AND ALSO TO TRY TO
LIMIT IMPORTS OF OIL TO THE UNITED STATES. THIS
WILL MAKE A CONSIDERABLE CONTRIBUTION TO STABILIZATION.

THE AGREEMENT OF JAPAN TO OPEN ITS MARKETS MORE
BROADLY WAS ALSO VERY IMPORTANT.

THE AGREEMENT OF THE PRESIDENT OF THE UNITED STATES
OF AMERICA AND THE PRIME MINISTER OF CANADA TO
INSURE SUPPLIES OF NUCLEAR FUELS WAS ALSO VERY
IMPORTANT AND, AS I HAVE SAID BEFORE, THE AGREEMENT
OF GERMANY TO STIMULATE DEMAND AND THE FIRM RESOLVE
OF ALL PARTICIPATING COUNTRIES FIRMLY TO COMBAT
PROTECTIONISM.

I WOULD ALSO LIKE TO SAY THAT THE EXTRA-EUROPEAN
PARTICIPANTS HAD WITH INTEREST A REPORT ON THE PLANS
DISCUSSED AT THE BREMEN MEETING TO ARRIVE AT MONETARY
COOPERATION WITHIN EUROPE.

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I WOULD LIKE TO SAY IN CONCLUSION, EMPHASIZE THAT
UP UNTIL NOW AT SUCH MEETINGS IT HAS NEVER PREVIOUSLY
BEEN POSSIBLE TO ARRIVE AT SO CONCRETE COMMITMENTS
AS HAS BEEN POSSIBLE HERE AT THE BONN MEETING. AND

BEFORE I FINISH, I WOULD LIKE TO DRAW YOUR ATTENTION TO THE FACT THAT WE HAVE ALSO DISCUSSED A VERY IMPORTANT PROBLEM WHICH IS NOT RELATED TO THE WORLD ECONOMY, AND THIS SECOND POINT IS WHY THIS PRESS CONFERENCE HAS STARTED SO LATE. THIS IS BECAUSE WE WEIGHED OUR WORDS WITH THE GREATEST CARE.

I APOLOGIZE TO YOU FOR THE LATENESS WITH WHICH THIS PRESS CONFERENCE HAS STARTED, BUT THIS SECOND STATEMENT IS SO SHORT THAT I THINK I CAN NOW READ IT TO YOU AND YOU NEEDN'T AWAIT THE WRITTEN TEXT.

NOW, SINCE I ONLY HAVE THE ENGLISH VERSION OF THIS TEXT AVAILABLE, ONE TO WHICH WE PUT THE FINISHING TOUCHES WITHIN THE LAST HOUR, I WILL READ IT TO YOU IN ENGLISH.

THE HEADS OF STATE AND GOVERNMENT, CONCERNED ABOUT TERRORISM AND THE TAKING OF HOSTAGES, DECLARE THAT THEIR GOVERNMENTS WILL INTENSIFY THEIR JOINT EFFORTS TO COMBAT INTERNATIONAL TERRORISM.

TO THIS END, IN CASES WHERE A COUNTRY REFUSES EXTRADITION OR PROSECUTION OF THOSE WHO HAVE HIJACKED AN AIRCRAFT AND/OR DO NOT RETURN SUCH AIRCRAFT, THE HEADS OF STATE AND GOVERNMENT ARE JOINTLY RESOLVED THAT THEIR GOVERNMENTS SHOULD TAKE IMMEDIATE ACTION TO CEASE ALL FLIGHTS TO THAT COUNTRY.

AT THE SAME TIME, THEIR GOVERNMENTS WILL INITIATE ACTION TO HALT ALL INCOMING FLIGHTS FROM THAT COUNTRY OR FROM ANY COUNTRY BY THE AIRLINES OF THE COUNTRY CONCERNED. THE HEADS OF STATE AND GOVERNMENT URGE OTHER GOVERNMENTS
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TO JOIN THEM IN THIS COMMITMENT.

NOW TO COME BACK TO THE END OF THE ECONOMIC SUMMIT, IT WAS OUR JOINT PURPOSE TO TACKLE THOSE PROBLEMS WHICH AFFECT OUR COUNTRIES. THE MEASURES ON WHICH WE HAVE AGREED ARE MUTUALLY REINFORCING. THE TOTAL EFFECT SHOULD THUS BE MORE THAN THE SUM OF THEIR PARTS.

WE WILL NOW SEEK PARLIAMENTARY AND PUBLIC SUPPORT FOR THESE MEASURES. WE CANNOT HOPE TO ACHIEVE OUR PURPOSES ALONE. WE SHALL WORK CLOSELY WITH OTHER COUNTRIES AND WITHIN THE APPROPRIATE INTERNATIONAL INSTITUTIONS.

AND I WILL INFORM YOU HERE THAT OUR REPRESENTATIVES HAVE THEREFORE BEEN INSTRUCTED TO MEET BY THE END OF 1978 TO REVIEW PROGRESS IN CARRYING OUT THE PROVISIONS OF THIS DECLARATION.

PRIME MINISTER PIERRE TRUDEAU (CANADA): THANK YOU,
MR. CHAIRMAN.

FIRST, I WOULD AGREE WITH YOU THAT THIS MEETING HAS
RESPONDED TO THE NEED FOR CLEAR LEADERSHIP BY THE MAJOR
INDUSTRIALIZED DEMOCRACIES. POSITIVE RESULTS HAVE BEEN
ACHIEVED. ALL THE COUNTRIES HERE HAVE JOINED IN A
COMMON EFFORT THAT WILL CERTAINLY STRENGTHEN THE WORLD
ECONOMY.

CANADA WILL DO ITS PART, AND THE PEOPLE OF CANADA WILL
BENEFIT FROM THE RESULTS OF THIS MEETING. WE ARE
DETERMINED TO ACHIEVE THE HIGHER GROWTH OF JOBS AND
OUTPUT TO WHICH OUR POLICIES ARE DIRECTED.
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AS A MAJOR TRADING COUNTRY, CANADA IS ENCOURAGED BY THE
SOLID PROGRESS MADE SO FAR IN THE MULTILATERAL TRADE
NEGOTIATIONS, BUT, AS WE FOUND OUT, SOME HARD BARGAINING
REMAINS.

HERE IN BONN, I UNDERLINE THE IMPORTANCE OF MEETING
MAJOR CANADIAN INTERESTS IN INDUSTRIAL GOODS, AGRICUL-
TURE, AND FISHERIES PRODUCTS.

THE PEOPLE OF DEVELOPING COUNTRIES HAVE BEEN IN OUR
MINDS THROUGHOUT THESE TWO DAYS, AND I AM PARTICULARLY
PLEASED AT THE FOCUS THAT HAS BEEN GIVEN TO THEIR ENERGY
PROBLEMS.

ANOTHER IMPORTANT OUTCOME OF THE MEETING, AS YOU JUST
POINTED OUT, MR. CHAIRMAN, IS THE DECLARATION ON
TERRORISM. FOR YEARS CANADA HAS BEEN TRYING TO CONVINCE
THE WORLD OF THE NECESSITY OF FIRM AND DELIBERATE ACTION
TO COMBAT HIJACKING. I AM VERY SATISFIED THAT OUR
COMMON RESOLVE WILL BE TO TAKE IMMEDIATE AND CONCERTED
ACTION.

IT IS THEREFORE, WITH RENEWED CONFIDENCE OF OUR CAPACITY
TO WORK TOGETHER FOR MORE PROSPEROUS AND A SAFER WORLD
THAT WE GO AWAY TO OUR RESPECTIVE HOMES. MY COLLEAGUES,
MR. JENKINS, MR. JAMIESON AND I AM GRATEFUL TO OUR
GERMAN HOSTS FOR ALL THAT THEY DID TO MAKE OUR STAY
SO PLEASANT AND USEFUL. WE ARE VERY HAPPY TO BE
ABLE TO PROLONG THIS VISIT IN GERMANY TO HAVE OTHER
MEETINGS, OTHER DISCUSSIONS, WHICH, MR. CHANCELLOR, I
THINK WILL FURTHER STRENGTHEN THE CLOSE BONDS WHICH
UNITE OUR TWO COUNTRIES. THANK YOU.

PRESIDENT VALERY GISCARD D'ESTAING (FRANCE): LADIES
AND GENTLEMEN:

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THE RESULTS OF THIS CONFERENCE EXCEED WHAT OUR EXPECTATIONS MIGHT HAVE BEEN. THEY JUSTIFY OUR CAREFULLY WEIGHED CONFIDENCE IN IMPROVEMENT IN THE NATIONAL SITUATION.

THE PREPARATORY WORK THAT HAS BEEN GOING ON FOR SOME MONTHS NOW ENABLED US TO IDENTIFY AIMS. AND IF TODAY WE SEEK TO ASSESS THE RESULTS OF THE MEETING, I THINK WE CAN RECOGNIZE THE FOLLOWING THREE POINTS:

THE GENERAL DIRECTION IN WHICH WE ARE MOVING IS THE RIGHT ONE. THE INTENTIONS EXPRESSED BY ALL THE PARTICIPATING COUNTRIES ARE OF AN ORDER OF MAGNITUDE WHICH IS CAREFULLY MATCHED TO THE SITUATION. AND THEN, LASTLY, THE PARTICIPANTS HAVE DEMONSTRATED THAT THEY HAVE THE POLITICAL WILL TO ACHIEVE THE RESULTS THAT THEY AIM AT.

FRANCE WILL MAKE THE CONTRIBUTION THAT IT HAS UNDERWRITTEN AND WHICH WAS DISCUSSED IN THE PREPARATORY PHASE OF THIS CONFERENCE AND IT WILL DO SO IN A SPIRIT OF INTERNATIONAL COOPERATION AND UNDERSTANDING.

NOW I WOULD SAY WE MUST MOVE FROM UNCERTAINTY INTO CONFIDENCE--THIS UNCERTAINTY WHICH FOR SOME TIME NOW HAS UNDERMINED MORALE IN INTERNATIONAL ECONOMIC ACTIVITIES.

THE RESULTS OF OUR MEETING WILL IN FACT AFFECT ALL THOSE WHO PRODUCE, ALL THOSE WHO WORK. AND I HOPE THAT GIVEN THE NEW CLIMATE THUS ESTABLISHED, IT WILL BE POSSIBLE FOR THEM TO TAKE ADDITIONAL DECISIONS

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TO INVEST AND TO PRODUCE. AND THUS, THEY, IN TURN, WILL BE MAKING THEIR CONTRIBUTION TO STEPPING UP THE LEVEL OF INTERNATIONAL ECONOMIC ACTIVITY. AND, INDEED, OUR PURPOSE HAS NOT BEEN TO DRAW UP A DOCUMENT.

OUR PURPOSE HAS BEEN TO BRING ABOUT AN IMPROVEMENT IN THE ECONOMIC SITUATION AND REDUCE UNEMPLOYMENT WITHOUT GOING INTO THE EXCESSES OF INFLATION AND PROTECTIONISM.

OUR MEETING, THE MANNER IN WHICH OUR MEETING WAS CONDUCTED AND THE CHAIRMANSHIP OF MY FRIEND CHANCELLOR SCHMIDT WAS A CLEAR EXPRESSION OF OUR WILL. AND I HOPE THAT THIS WILL NOW PRODUCE AND PROVIDE AN

OPPORTUNITY FOR CONFIDENCE TO REIGN ONCE AGAIN IN THE ECONOMY.

PRIME MINISTER GIULIO ANDREOTTI (ITALY): I LISTENED TO THE WORDS OF CHANCELLOR SCHMIDT, WHO SO ABLY DIRECTED OUR WORK. AND TO SUPPLEMENT THE WRITTEN DOCUMENTS WHICH WILL BE DISTRIBUTED, MAY I MAKE THREE VERY BRIEF COMMENTS WHICH APPLIES TO THE POLICIES OF EACH OF US: THIS ANNUAL STRENGTHENING AND THE POSSIBILITY OF ESTABLISHING COMMON AIMS AND GROWTH AND MUTUAL ASSISTANCE, ONE TO THE OTHER, IN AN INTERNATIONAL CONTEXT OF SOLIDARITY.

WE ALSO REAFFIRMED THE LINK BETWEEN ECONOMIC DEVELOPMENT AND MONETARY PROBLEMS. THEREFORE, THE IMPORTANCE OF MANIFESTABILITY.

BUT THESE ARE MEANS, THEY ARE NOT ENDS. WE HAVE STRESSED ALSO, AS WE READ THE DOCUMENT WHICH WAS GIVEN US BY THE INTERNATIONAL FREE TRADE UNIONS TO THE PREVAILING HUMAN ASPECT; IN OTHER WORDS, PROTECTION OF LABOR, EMPLOYMENT AND THE FIGHT AGAINST UNEMPLOYMENT.

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THE SECOND COMMENT, I THINK, REFERS TO A COMMITMENT WHICH YEAR BY YEAR BECOMES MORE PRESSING, THAT OF FACING THE BROAD PROBLEMS OF A FUTURE WHICH IS NEAR TO US NOW, TO DEAL WITH THEM JOINTLY, POOLING OUR RESOURCES, THE PROBLEMS OF ENERGY, OF THE ENVIRONMENT, OF WATER, OF LANDS WHICH COULD BE FURTHER DEVELOPED AND CULTIVATED.

TIME DOES NOT PERMIT ME TO SAY THAT IN THESE WEEKS THE SO-CALLED CLUB OF ROME, AS IT IS KNOWN, IN A MEETING IN WHICH SCIENTISTS FROM ALL OVER THE WORLD TOOK PART, HIGHLIGHTED THE DRAMATIC NEED FOR SOLVING THESE PROBLEMS.

THE THIRD COMMENT RELATES TO THE INCREASING IMPORTANCE WHICH EACH YEAR AT THIS MEETING OF THE SEVEN COUNTRIES, THE INCREASING IMPORTANCE GIVEN TO THE PROBLEMS OF THE DEVELOPING COUNTRIES.

PERHAPS IT IS NOT VERY POPULAR TO SAY THIS TO OUR PUBLIC OPINION. BUT WHILE WE HAVE THE DUTY TO DEFEND THE STANDARD OF LIVING IN OUR COUNTRIES AND TO IMPROVE IT, WE CAN'T FORGET THAT THE REALITY IN THE WORLD IS A REALITY WHICH GREATLY UPSETS ONE. THERE ARE A BILLION AND A HALF MEN WHO HAVE NO HOPE; WHO HAVE \$90 AS THEIR PER CAPITA INCOME.

I THINK THAT INCRASINGLY INDUSTRIALIZED COUNTRIES

MUST
ALIZE THIS OVERALL PICTURE AND WE CAN'T
ESTABLISH ANY EFFECTIVE OR VALID PROGRAM FOR OUR
COUNTRIES UNLESS WE WERE REALLY TO EMBARK ON A
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SOLUTION OF THE PROBLEMS OF THE DEVELOPING COUNTRIES.

AND IT IS SATISFACTORY FOR ME THAT WE
HAVE UNDERTAKEN ADDITIONAL COMMITMENTS, AND IN
PARTICULAR, JAPAN HAS AGREED TO DOUBLE IN THREE YEARS
ITS HELP, WHICH IS ALREADY CONSIDERABLE IN THIS SPHERE.

WITHOUT SUCH A POLICY, WE SHOULD NOT BE WORKING
FOR THE FUTURE. THANK YOU.

PRIME MINISTER TAKEO FUKUDA (JAPAN): LADIES AND
GENTLEMEN:

IN THIS SUMMIT MEETING I BELIEVE WE SHOULD NOT EXPECT
A MIRACLE TO HAPPEN. WHAT WE ARE AFTER IS THAT WITH
OUR VARIOUS DIFFICULTIES WE SHOULD NOT BE CRITICIZING
OR CASTIGATING EACH OTHER IN THIS MEETING. INSTEAD,
WE SHOULD HAVE THOROUGH DIALOGUE AND CONSULTATION IN
ORDER TO FIND OUR COMMON SOLUTIONS TO MANY PROBLEMS
THAT WE HAVE.

I BELIEVE IN THE PRESENT SUMMIT WE HAVE BEEN ABLE TO
COMPLETELY SATISFY THIS PURPOSE. AS WE RETURN HOME,
WE ARE CARRYING WITH US OUR RESPECTIVE MISSIONS AND
WE ARE ALL IN THE SAME BOAT.

WE HAVE BEEN ABLE TO EXPRESS OUR RESOLVE THAT WE ARE
IN THE SAME BOAT. AND I THINK THAT ALONE IS SUFFICIENT
ENOUGH THROUGHOUT THIS SUMMIT.

BUT LET ME SAY, AS WAS MENTIONED, ON THE QUESTION
OF INTERNATIONAL TERRORISM, WE HAVE EXPRESSED OUR
STRONG RESOLUTION. AND I FOR ONE HIGHLY VALUE THIS
STRONG EXPRESSION OF OUR FEELING ABOUT INTERNATIONAL
TERRORISM. THROUGH THIS SUMMIT MEETING I HAVE ONCE
AGAIN APPRECIATED HIGH EXPECTATIONS PLACED UPON JAPAN
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BY OTHER NATIONS.

LET ME REVIEW OUR ECONOMY. OUR PRICES ARE QUITE
STABLE. OUR CONSUMER PRICES ARE RISING AT ONLY 3.5
PERCENT; WHOLESAL PRICES, IN FACT, HAVE COME DOWN
BY 0.2 PERCENT.

AT THE SAME TIME, OUR ECONOMY GROWTH IN FISCAL YEAR 1977 WAS 5.4 PERCENT. THIS YEAR WE ARE AIMING AT SEVEN PERCENT ECONOMY GROWTH RATE.

A THIRD IMPORTANT CONSERVATION IS BALANCE OF PAYMENTS. OUR TROUBLE IS OUR BALANCE OF PAYMENTS IS IN FACT TOO GOOD.

THAT IS A SOURCE OF A HEADACHE. IN OUR MEETING THE QUESTION OF JAPAN'S MAJOR SURPLUS IN BALANCE OF PAYMENTS HAS BEEN THE FOCUS OF MUCH ATTENTION BY OTHER GENTLEMEN. I HAVE TOLD MY FRIENDS THAT I WOULD LIKE TO RESPOND TO THEIR DESIRE AS TO WHAT CAN BE DONE ABOUT THIS. IN OTHER WORDS, WE FEEL WE MUST EXPAND OUR IMPORTS. THIS REQUIRES EXPANSION OF A DOMESTIC DEMAND, WHICH IN TURN REQUIRES OUR RESOLVE TO ATTAIN HIGH RATE OF ECONOMY GROWTH; NAMELY, 7 PERCENT FOR THIS FISCAL YEAR.

AT THE SAME TIME, WE ARE NOT SATISFIED WITH SUCH A MEASURE ALONE. WE ARE RESORTING TO SOME EMERGENCY IMPORTS SUCH AS OF ENRICHED URANIUM, CIVILIAN AIRCRAFT, AND CRUDE OIL.

FOR EXAMPLE, BY IMPORTING SUCH IMPORTANT ITEMS IN EMERGENCY FASHION, WE ARE TRYING TO ENLARGE OUR UNCLASSIFIED

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IMPORTS. THAT ALONE STILL MAY NOT SOLVE THE PROBLEM OF OUR MAJOR SURPLUS. THAT IS WHY I HAVE TOLD MY FRIENDS HERE WE ARE TAKING A RESOLUTE ACTION TO CURB OUR EXPORTS. TO REGULATE EXPORTS IS NOT DESIRABLE. BUT I AM TAKING AN UNUSUAL, EXTRAORDINARY MEASURE. IN OTHER WORDS, OUR LEVEL OF EXPORTS IN TERMS OF VOLUME THIS FISCAL YEAR WILL NOT EXCEED THE LEVEL OF THE LAST FISCAL YEAR 1977.

I HAVE DECLARED THIS TO MY COLLEAGUES. WHEN THIS IS ACCOMPLISHED, I BELIEVE THIS WILL CONTRIBUTE VERY IMPORTANTLY TO THE SOLUTION OF OUR BALANCE OF PAYMENTS PROBLEM.

BUT LET ME ADD, NO MATTER HOW MUCH REDUCTION WE MAY BE ABLE TO ACHIEVE IN OUR EXPORTS, INFLATION ABROAD MAY CANCEL THE RESULTS OF OUR ENDEAVOR. THAT IS WHY I HAVE URGED THE OTHER LEADERS OF THIS SUMMIT TO DO THEIR UTMOST IN CONTROLLING THEIR RESPECTIVE INFLATIONS.

ONE OTHER MATTER I HAVE KEEN INTEREST IN IS THE NORTH-SOUTH ISSUE NEXT YEAR AT THE UNITED NATIONS TRADE AND DEVELOPMENT CONFERENCE, OR UNTAD IN MANILA. I

FEEL WE MUST PRODUCE BY THAT UNTAD MEETING NEXT YEAR
SOME CONCRETE VIEW OR POSITION ABOUT THE
NORTH-SOUTH PROBLEM. SO I HAVE EMPHASIZED THE
IMPORTANCE OF THIS NORTH-SOUTH MATTER IN OUR SUMMIT.
AND WE HAVE ALL AGREED TO UNDERTAKE SERIOUS REVIEW
ABOUT THIS WITH UNTAD MEETING NEXT YEAR IN MIND.

MUCH HAS BEEN ACHIEVED IN THE PRESENT SUMMIT. YOU
CAN SEE IT READILY IN OUR JOINT DECLARATION. BUT
WHAT IS IMPORTANT IS NOT JUST THE DECISIONS WE
HAVE REACHED TODAY. DECISIONS ARE IMPORTANT, BUT
FOR THESE DECISIONS TO BE DUTIFULLY CARRIED OUT WILL
INDEED MAKE OUR SUMMIT TRULY SIGNIFICANT. WE HAVE
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OUR MISSION. WE HAVE OUR DUTY, PARTICULARLY WITH
RESPECT TO THE SOLUTION OF OUR SURPLUS. I AM COMMITTED
TO DO MY UTMOST ABOUT THIS.

FINALLY, MAY I SAY HOW GRATEFUL WE ARE TO CHANCELLOR
SCHMIDT FOR HAVING CONDUCTED OUR SUMMIT MEETING
IN A MOST SUCCESSFUL MANNER. I ADMIRE HIS CHAIRMAN-
SHIP. I ALSO WOULD LIKE TO EXPRESS MY DEEPEST
APPRECIATION FOR THE COURTESY AND HOSPITALITY OF
THE GERMAN PEOPLE.

THANK YOU VERY MUCH.

PRIME MINISTER JAMES CALLAGHAN (UNITED KINGDOM):
LADIES AND GENTLEMEN:

IT HAS BEEN PART OF THE STANDARD RHETORIC OF ALL OF
US SINCE THE OIL PROBLEMS OF THE EARLY SEVENTIES,
THAT OUR ECONOMIES ARE INTERDEPENDENT.

WE HAVE TRANSLATED THAT RHETORIC INTO ACTION TODAY.
I BELIEVE THAT AS THE SUMMIT MEETINGS CONTINUE THEY
MAY NOT BECOME, I TRUST, BUREAUCRATICIZED. WE ARE
LEARNING AS WE GO. AND WE ARE BECOMING MORE SPECIFIC
IN WHAT WE SAY AND IN WHAT WE DO.

PART OF OUR SUCCESS ON THIS OCCASION IS DUE TO THE
PREPARATORY WORK THAT HAS BEEN DONE OVER A NUMBER
OF MONTHS. WE HAVE ALSO LEARNED, I THINK FROM THE
LONDON CONFERENCE, THAT IT IS NOT SUFFICIENT FOR
US TO HAVE GENERAL DECLARATIONS OF INTENT TO WHICH
WE ARE ALL BOUND.

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AS YOU WILL SEE WHEN YOU READ THIS COMMUNIQUE, INDIVIDUAL COUNTRIES HAD NAMED THEMSELVES AND HAVE UNDERTAKEN TO IMPLEMENT CERTAIN MEASURES.

AS PRESIDENT GISCARD SAID, IT IS OUR BELIEF THAT THOSE MEASURES POINT IN THE RIGHT DIRECTION. BUT WHAT IS ALSO CLEAR IS THAT EACH OF US HAS MEASURED WHAT IT IS WE ARE GOING TO DO, BOTH AGAINST OUR OWN POSSIBILITIES AND AGAINST THE IMPACT OF WHAT WE ARE PROPOSING TO DO ON THE ECONOMIES OF OTHERS; A TRUE RECOGNITION OF THE INTERDEPENDENCE OF OUR ECONOMIES AND THEIR INFORMATION. THE REASON WHY, AS CHANCELLOR SCHMIDT HAS SAID, WE INTEND TO MEET AGAIN NEXT YEAR AND IN THE MEANTIME, WE SHALL BE REVIEWING PROGRESS.

AS FAR AS MY OWN COUNTRY IS CONCERNED, WE--AFTER THE SUCCESS WE HAVE HAD IN REDUCING A VERY HIGH RATE OF INFLATION, TO SOMETHING THAT IS MORE REASONABLE--WE INTEND TO CONTINUE WITH THAT STRUGGLE AND TO WIN IT, BOTH IN ORDER TO INCREASE OUR TRADE, OUR OUTPUT AND TO INCREASE EMPLOYMENT AND REDUCE UNEMPLOYMENT.

THESE ARE OUR BASIC OBJECTIVES; AND THE MEASURES THAT HAVE BEEN TAKEN BY OUR COLLEAGUES AS WELL AS OUR OWN INTERNAL RESPONSIBILITIES, I THINK POINT IN THAT DIRECTION. SO I BELIEVE THAT WHAT WE HAVE DONE IS WELL WORTHWHILE.

I SOMETIMES HEAR DOUBTS CAST ON THE VALUE OF SUMMITRY. I THINK ANY OF US WHO SIT TOGETHER IN THIS ROOM, THE ROOM WE HAVE BEEN SITTING IN FOR 48 HOURS, CERTAINLY DO NOT SHARE THIS VIEW. EACH OF US IS FORCED TO CONSIDER WHAT THE IMPACT OF WHAT HE IS DOING IS UPON OTHERS.

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WE ARE FORCED TO CONSIDER WHAT IS THE TOTAL CONSEQUENCE OF WHAT WE ARE DOING. I AM CERTAIN THAT THIS IS A BENEFIT TO ALL THE PEOPLE OF ALL OUR COUNTRIES.

JUST TWO OTHER WORDS: FIRST OF ALL, THE SPECIFIC COMMITMENTS THAT WE HAVE MADE ARE TO BE MEASURED BY A REVIEW. SECONDLY, THE DEVELOPING COUNTRIES HAVE COME UNDER VERY SUBSTANTIAL DISCUSSION BY US. AND WE INTEND TO CONTINUE THAT DISCUSSION BECAUSE WE NEED TO HAVE FURTHER NEGOTIATIONS WITH THE DEVELOPING COUNTRIES THEMSELVES, AS THEY ARE NOT REPRESENTED HERE.

WE CANNOT MAKE DECISIONS BUT WE CAN LOOK

FORWARD IN A GENERAL DIRECTION TO BRINGING SOME
OF THE NEGOTIATIONS THAT ARE NOW TAKING PLACE TO
A SUCCESSFUL CONCLUSION, AND THAT IS OUR INTENTION.

I WILL NOT SAY ANYTHING ABOUT THE HIJACKING PROPOSAL
BECAUSE THAT IS SEPARATE AND THE CHAIRMAN, CHANCELLOR
SCHMIDT, HAS DISCUSSED IT HIMSELF. BUT I COULD NOT
CONCLUDE WITHOUT ECHOING WHAT PRIME MINISTER FUKUDA
HAS SAID. AND THAT IS MY VERY WARM THANKS, AND I
KNOW WE ALL FEEL THE SAME, TO THE CHAIRMANSHIP OF
CHANCELLOR SCHMIDT, WHICH HAS ENABLED US TO PICK UP
POINTS AS WE HAVE MOVED THROUGH AND REACH CONCLUSIONS
ON THEM AND FOCUS ON THEM. AND IT HAS BEEN A SUSTAINED
EFFORT OF CONCENTRATION AND CHAIRMANSHIP ON HIS PART
AND THAT I THINK WE ALL ARE VERY PROUD OF, AND HAS
GIVEN US A FINE RESULT.

END TEXT.
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<< END OF DOCUMENT >>

Message Attributes

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